

## Message Text

UNCLASSIFIED

PAGE 01 STATE 163427

45

ORIGIN XMB-07

INFO OCT-01 EA-11 ADP-00 EB-11 L-03 PA-03 PRS-01 USIA-15

CIAE-00 INR-10 NSAE-00 RSC-01 TRSE-00 COME-00 /063 R

66610

DRAFTED BY: AMOHANIAN/RLS

APPROVED BY: EB/OCA/REP:LHPOMEROY

DON BOSTWICK, EXECUTIVE VICE PRESIDENT

EB/IFD/ODF-EMLINTON EA/K-H.NEWSOM

----- 113494

R 171401Z AUG 73

FM SECSTATE WASHDC

TO AMEMBASSY SEOUL

UNCLAS STATE 163427

E.O. 11652: N/A

TAGS: APUB, KS

SUBJ: PRESS RELEASE ON EXIMBANK LOAN TO KOREA

FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE  
ON THE DIRECT LOAN OF DOLS 2,407,163 TO TONGSHIN. RELEASE  
IS SCHEDULED FOR ANNOUNCEMENT HERE IN WASHINGTON, D.C. FOR  
A.M. PAPERS, THURSDAY, AUGUST 23, 1973.

QUOTE: EXIMBANK FINANCING SUPPORTS DOLS 5.3 MILLION SALE OF  
U.S. EQUIPMENT FOR TIRE AND TUBE PLANT IN KOREA

TO HELP FINANCE A DOLS 5,349,251 SALE OF U.S. EQUIPMENT AND  
SERVICES REQUIRED FOR EXPANSION OF A TIRE AND TUBE PLANT  
IN THE REPUBLIC OF KOREA, THE BOARD OF DIRECTORS OF THE EXPORT-  
IMPORT BANK OF THE UNITED STATES HAS AUTHORIZED A DIRECT  
LOAN OF DOLS 2,407,163 TO FINANCE 45 PERCENT OF THE U.S.  
COSTS AND A FINANCIAL GUARANTEE OF A LOAN OF DOLS  
2,407,163 FROM THE FIRST NATIONAL CITY BANK OF NEW YORK,  
TO FINANCE ANOTHER 45 PERCENT OF THE U.S. COSTS, ACCORDING  
TO EXIMBANK'S CHAIRMAN HENRY KEARNS. THE BORROWER, TONG SHIN  
CHEMICAL PRODUCTS COMPANY, LTD. (TONGSHIN) WILL MAKE CASH  
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 163427

PAYMENT OF 10 PERCENT OF THE U.S. COSTS OR DOLS 534,925.

ESTABLISHED IN 1935, TONG SHIN CHEMICAL PRODUCTS CO. HAS BEEN MANUFACTURING TIRES AND TUBE FOR ABOUT 15 YEARS. THE PROJECT FOR WHICH FINANCING IS BEING EXTENDED CONSISTS OF THE DESIGN, CONSTRUCTION AND EQUIPPING FOR AN EXPANSION OF THE EXISTING MANUFACTURING FACILITIES FOR TIRES AND TUBES IN SEOUL, AT AN ESTIMATED TOTAL COST OF SOME DOLS 7.4 MILLION. U.S. SUPPLIERS ARE EXPECTED TO INCLUDE NRM CORPORATION OF AKRON, OHIO, AND STEWART BOLLING AND COMPANY OF CLEVELAND, OHIO.

THE LOANS ARE TO BE REPAID IN 14 SEMIANNUAL INSTALLMENTS BEGINNING AUGUST 10, 1975, WITH EXIMBANK'S DIRECT LOAN OF DOLS 2,407,163 TO BE REPAID OUT OF THE LAST 7 INSTALLMENTS WITH INTEREST AT AN ANNUAL RATE OF 6 PERCENT ON OUTSTANDING BALANCES. REPAYMENT OF ALL LOANS IS TO BE GUARANTEED BY KOREA EXCHANGE BANK, ACTING UNDER AUTHORITY OF THE MINISTRY OF FINANCE OF THE REPUBLIC OF KOREA. ROGERS

UNCLASSIFIED

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 AUG 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973STATE163427  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** AMOHANIAN/RLS  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1973/newtext/t19730831/aaaaawie.tel  
**Line Count:** 78  
**Locator:** TEXT ON-LINE  
**Office:** ORIGIN XMB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** kelleyw0  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 31 JAN 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <31-Jan-2002 by elbezefj>; APPROVED <05 MAR 2002 by kelleyw0>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** PRESS RELEASE ON EXIMBANK LOAN TO KOREA FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE  
**TAGS:** APUB, KS  
**To:** SEOUL  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005